

FISCAL NOTE

SB 2058

January 18, 2000

SUMMARY OF BILL: Broadens the exemption for paying Hall income tax for certain handicapped persons. Defines **handicapped person** as a person who is disabled by paraplegia, amputation of leg, foot or both hands, or other condition, certified to by a physician duly licensed to practice medicine, resulting in an equal degree of disability (specifying the particular condition) so as not to be able to get about without great difficulty, including impairments that, regardless of cause or manifestation, confine such person to a wheelchair or cause such person to walk with difficulty or insecurity and includes, but is not limited to, those persons using braces or crutches, arthritics, spastics and those with pulmonary or cardiac ills who may be semiambulatory. Under existing law, persons who are blind or persons certified, in writing, by a medical doctor to be a quadriplegic, are exempt from paying Hall income tax on income from stocks, bonds, mortgages, and notes if such income is derived from circumstances resulting in the individual becoming a quadriplegic.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$1,000,000

Increase State Expenditures - \$23,500 One-Time

Decrease Local Govt. Revenues - Exceeds \$600,000

Estimate assumes:

- At least 1% (\$1,659,000) of the total estimated collections of the Hall income tax, presently being collected, will be exempt from payment for individuals meeting the definition of "handicapped person" as outlined in the bill. The current estimate for the Hall income tax for fiscal year 1999-00 is \$165,900,000
- The total decrease in state revenues is estimated to exceed \$1,000,000.
- A one-time increase in state expenditures of approximately \$23,500 for MIS system implementation changes.
- The total decrease in local government revenues is estimated to exceed \$600,000.
- Hall income tax revenues are apportioned 5/8th to the state and 3/8th to local governments.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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